Consolidated Cash Flow Statement

For the year ended 31 March 2004

	Notes	2004 HK\$'000	2003 HK\$'000
OPERATING ACTIVITIES			
Loss before taxation		(60,475)	(46,335)
Adjustments for:		(00,170)	(10,000)
Interest income		_	(4,087)
Interest expenses		1,663	10,697
Dividend income		(486)	(840)
Amortisation of issue costs of convertible notes		11	_
Depreciation		128	69
Realised loss on trading securities		18,907	1,584
Unrealised (gain) loss on trading securities		(2,647)	12,092
Deficit arising from revaluation of investment			
properties		5,689	_
Impairment loss recognised in respect of			
investments in securities		25,800	1,001
Impairment loss recognised in respect of land			
held for development		_	9,765
Gain on disposal of interest in an associate		-	(38,442)
Share of results of an associate		-	44,603
Loss on legal proceedings		1,156	30,906
Amount received in connection with legal proceedings		-	(29,790)
Loss on disposal of subsidiaries		5,829	
Operating cash flows before movements in			
working capital		(4,425)	(8,777)
Decrease in other receivables, deposits			
and prepayments		49	857
Decrease in amount due from an associate		-	35
Decrease in other payables and accrued charges		(495)	(10,794)
Decrease in amounts due to directors		(437)	(86)
Net cash used in operations		(5,308)	(18,765)
Interest received		-	4,087
Dividend received		486	840
Other taxation paid		(31)	-
Amounts paid on legal proceedings		(1,156)	(4,767)
Amounts received on legal proceedings	8		29,790
NET CASH (USED IN) FROM OPERATING ACTIVITIES		(6,009)	11,185

Consolidated Cash Flow Statement

For the year ended 31 March 2004

Purchase of property, plant and equipment (7) (370) Deposits paid on acquisition of convertible notes (20,000) - Increase in land held under development - (2,765) Purchase of investments in securities (47,067) (108,387) Acquisition of subsidiaries (net of cash and cash equivalents acquired) 24 (26,985) - Disposal of subsidiaries (net of cash and cash equivalents disposed of) 9 41,924 - Proceeds from disposal of investments in securities 7 - 286,572 Proceeds from disposal of investments in securities - 11,857 NET CASH (USED IN) FROM INVESTING ACTIVITIES (52,135) 186,907 FINANCING ACTIVITIES Interest paid (1,547) (10,319) New other borrowings raised 21,000 - Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 - Proceeds from issue of shares 43,357 - NET CASH FROM (USED IN) FINANCING ACTIVITIES 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR REPRESENTING BANK BALANCES AND CASH (28,49) 827		Notes	2004 HK\$'000	2003 HK\$'000
Deposits paid on acquisition of convertible notes Increase in land held under development Increase in land held under lexities Increase in land held (16,785) Increase in land lexities Increase in land lexities Increase in land lexities Increase in land lexities Increase in	INVESTING ACTIVITIES			
Increase in land held under development	Purchase of property, plant and equipment		(7)	(370)
Purchase of investments in securities (47,067) (108,387) Acquisition of subsidiaries (net of cash and cash equivalents acquired) 24 (26,985) — Disposal of subsidiaries (net of cash and cash equivalents disposed of) 9 41,924 — Proceeds from disposal of interest in an associate 7 — 286,572 Proceeds from disposal of investments in securities — 11,857 NET CASH (USED IN) FROM INVESTING ACTIVITIES (52,135) 186,907 FINANCING ACTIVITIES Interest paid (1,547) (10,319) New other borrowings raised 21,000 — Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 — Proceeds from issue of shares 43,357 — NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR REPRESENTING	Deposits paid on acquisition of convertible notes		(20,000)	_
Acquisition of subsidiaries (net of cash and cash equivalents acquired) Pisposal of subsidiaries (net of cash and cash equivalents disposed of) Proceeds from disposal of interest in an associate Proceeds from disposal of investments in securities Proceeds from disposal of investments in securities Proceeds from disposal of investments in securities NET CASH (USED IN) FROM INVESTING ACTIVITIES FINANCING ACTIVITIES Interest paid (1,547) New other borrowings raised Proceeds on issue of convertible notes Proceeds from issue of shares NET CASH FROM (USED IN) FINANCING ACTIVITIES NET CASH FROM (USED IN) FINANCING ACTIVITIES REQUIVALENTS A 3,357 Proceeds from issue of shares CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR BEGINNING OF THE YEAR BEGINNING OF THE YEAR, REPRESENTING	Increase in land held under development		_	(2,765)
equivalents acquired) 24 (26,985) — Disposal of subsidiaries (net of cash and cash equivalents disposed of) 9 41,924 — Proceeds from disposal of interest in an associate 7 — 286,572 Proceeds from disposal of investments in securities — 11,857 NET CASH (USED IN) FROM INVESTING ACTIVITIES (52,135) 186,907 FINANCING ACTIVITIES	Purchase of investments in securities		(47,067)	(108,387)
Disposal of subsidiaries (net of cash and cash equivalents disposed of) 9 41,924 - Proceeds from disposal of interest in an associate 7 - 286,572 Proceeds from disposal of investments in securities - 11,857 NET CASH (USED IN) FROM INVESTING ACTIVITIES (52,135) 186,907 FINANCING ACTIVITIES Interest paid (1,547) (10,319) New other borrowings raised 21,000 - Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 - Proceeds from issue of shares 43,357 - NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	Acquisition of subsidiaries (net of cash and cash			
equivalents disposed of) Proceeds from disposal of interest in an associate Proceeds from disposal of investments in securities NET CASH (USED IN) FROM INVESTING ACTIVITIES (52,135) 186,907 FINANCING ACTIVITIES Interest paid (1,547) (10,319) New other borrowings raised 21,000 - Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 - Proceeds from issue of shares 43,357 - NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	equivalents acquired)	24	(26,985)	_
Proceeds from disposal of interest in an associate 7 - 286,572 Proceeds from disposal of investments in securities - 11,857 NET CASH (USED IN) FROM INVESTING ACTIVITIES (52,135) 186,907 FINANCING ACTIVITIES Interest paid (1,547) (10,319) New other borrowings raised 21,000 - Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 - Proceeds from issue of shares 43,357 - NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	Disposal of subsidiaries (net of cash and cash			
Proceeds from disposal of investments in securities — 11,857 NET CASH (USED IN) FROM INVESTING ACTIVITIES (52,135) 186,907 FINANCING ACTIVITIES Interest paid (1,547) (10,319) New other borrowings raised 21,000 — Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 — Proceeds from issue of shares 43,357 — NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	equivalents disposed of)	9	41,924	-
NET CASH (USED IN) FROM INVESTING ACTIVITIES FINANCING ACTIVITIES Interest paid (1,547) (10,319) New other borrowings raised 21,000 - Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 - Proceeds from issue of shares 43,357 - NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	Proceeds from disposal of interest in an associate	7	_	286,572
FINANCING ACTIVITIES Interest paid (1,547) (10,319) New other borrowings raised 21,000 - Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 - Proceeds from issue of shares 43,357 - NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	Proceeds from disposal of investments in securities			11,857
Interest paid (1,547) (10,319) New other borrowings raised 21,000 - Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 - Proceeds from issue of shares 43,357 - NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	NET CASH (USED IN) FROM INVESTING ACTIVITIES		(52,135)	186,907
New other borrowings raised 21,000 — Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 — Proceeds from issue of shares 43,357 — NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	FINANCING ACTIVITIES			
Repayment of other borrowings (21,000) (187,010) Proceeds on issue of convertible notes 22,000 - Proceeds from issue of shares 43,357 - NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	Interest paid		(1,547)	(10,319)
Proceeds on issue of convertible notes Proceeds from issue of shares NET CASH FROM (USED IN) FINANCING ACTIVITIES NET INCREASE IN CASH AND CASH EQUIVALENTS CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	New other borrowings raised		21,000	_
Proceeds from issue of shares 43,357 – NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	Repayment of other borrowings		(21,000)	(187,010)
NET CASH FROM (USED IN) FINANCING ACTIVITIES 63,810 (197,329) NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	Proceeds on issue of convertible notes		22,000	_
NET INCREASE IN CASH AND CASH EQUIVALENTS 5,666 763 CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	Proceeds from issue of shares		43,357	
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	NET CASH FROM (USED IN) FINANCING ACTIVITIES		63,810	(197,329)
BEGINNING OF THE YEAR 827 64 CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	NET INCREASE IN CASH AND CASH EQUIVALENTS		5,666	763
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR, REPRESENTING	CASH AND CASH EQUIVALENTS AT THE			
END OF THE YEAR, REPRESENTING	BEGINNING OF THE YEAR		827	64
BANK BALANCES AND CASH 6,493 827				
	BANK BALANCES AND CASH		6,493	827